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## TELECOPIER COVER SHEET

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January 26, 2005

TO:

Committee for Purchase from People Who are Blind or Severely Disabled

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Kevin J. Arnel

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MEMBER OF LEX MUNDI, THE WORLD'S LEADING ASSOCIATION OF INDEPENDENT LAW FIRMS

January 26, 2005

Via E-mail and U.S. Mail & Fax

Committee for Purchase from People Who Are Blind or Severely Disabled 1421 Jefferson Davis Highway Jefferson Plaza 2, Suite 10800 Arlington, VA 22202-3259

RE:

Docket No. 2004-01-01; Governance Standards for Central Nonprofit Agencies and Nonprofit Agencies Participating in the Javits-Wagner-O'Day Program Notice of Proposed Rulemaking and Request for Comments; 69 Fed. Reg. 65395 (November 12, 2004)

## Dear Committee Members:

On behalf of my client, Envision, Inc. ("Envision"), I am submitting the following comments on the above-referenced Notice of Proposed Rulemaking ("Notice"). Envision is a Kansas nonprofit corporation which is tax exempt under Section 501(c)(3) of the Internal Revenue Code of 1986, as amended ("Code"). Envision's charitable mission is to provide services and benefits to persons who are blind or low vision. Envision's employment program seeks to develop jobs and other economic opportunities for persons who are blind through the Javits-Wagner-O'Day Act ("JWOD") Program.

The Notice solicits comments on the proposed governance standards that your Committee asserts will help: i) promote sound governance procedures for the various nonprofit agencies participating in the JWOD Program, ii) ensure the effective and transparent administration of Government contract funds, and iii) maintain a high level of support for the JWOD Program's employment mission. Citing isolated instances of alleged mismanagement, the Committee has proposed rules that would restrict participation in the JWOD Program to non-profit agencies that agree to abide by certain Committee-imposed restrictions on their internal board governance practices and limitations on the compensation paid to agency executives.

January 26, 2005 Page 2

For the reasons referenced below, Envision believes that the proposed rules are both unnecessary and beyond the scope of the Committee's regulatory authority. Envision further believes that the proposed rules will adversely impact the Committee's ability to promote and administer the JWOD Program, since the Committee has neither the staff nor the other resources which would be required to assume the additional responsibilities that would result from the rules becoming final.

Envision believes that if the proposed rules become final, the JWOD Program will suffer irreparable damage and the agencies that provide services to the blind will be subject to burdensome, expensive, and unnecessary regulations. Accordingly, the net result of finalizing the proposed rules would be that Envision will have less time and resources with which to serve the blind, and the Committee will create an unnecessary and costly bureaucracy to accredit and regulate several hundred agencies that are already subject to, and comply with, a myriad of rules regarding the subject matter of the proposed rules.

Envision is a member of the National Association for the Employment of People Who Are Blind ("NAEPB"). As you are aware, the NAEPB is a national association and its constituent members, like Envision, are nonprofit agencies who serve the blind through the JWOD Program, as well as through various private and public programs designed to improve employment prospects for persons who are blind so that they may achieve personal and financial independence.

Envision will avoid the redundancy of repeating its positions, and those expressed by the NAEPB, in this submission. Accordingly, in support of its position, Envision adopts, and incorporates by reference, the positions set forth in i) its comments on the information collection and certifications aspects of the above referenced notice of proposed rulemaking submitted to the Committee by its President and CEO, Linda Merrill, on December 14, 2004, ii) the NAEPB's comments on governance standard submitted to the Committee on January 14, 2005, and iii) the NAEPB's comments on the information collection and certifications and required determinations aspects of the above-referenced notice of proposed rulemaking submitted to the Committee on December 13, 2004.

In conclusion, Envision supports action that will substantively enhance the JWOD Program. Envision does not support any organization's abuse of its non-profit status. The Notice acknowledges that the overwhelming majority of JWOD affiliated agencies conduct business in an ethical and accountable manner, and Envision urges the Committee to conclude that even if it has the legal authority to adopt regulations in this area, that such a response does not justify the burden and expense it will place on hundreds of non-profit agencies that are clearly acting within the law. Simply put, there is no need for the Committee to attempt to usurp the authority of numerous state and federal regulatory bodies by imposing the requirements contained in the proposed rules.

Envision respectfully submits that the Committee's proposed rulemaking is unlawful as it exceeds the Committee's authority and the scope of its Congressional mandate. Moreover, if finalized, the proposed rules will likely result in the reduction of employment and training opportunities for the blind and severely disabled, consequences that are squarely at odds with the

January 26, 2005

Page 3

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fundamental purpose of the JWOD Program. Accordingly, Envision respectfully requests that the proposed rulemaking be withdrawn.

Very truly yours,

FOULSTON SIEFKIN

FOULSTON SIEFKIN LLP

Cevin J. Arnel

KJA:cl

cc: Linda K. Merrill